

香港中央結算有限公司
(香港交易及結算所有限公司全資附屬公司)

HONG KONG SECURITIES CLEARING COMPANY LIMITED
(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: China Environmental Technology Holdings Limited (Stock Code: 646)
- Proposal of Share Consolidation

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Pursuant to the share consolidation proposal of China Environmental Technology Holdings Limited ("CHINA ENV TEC"), every 20 existing shares of HK\$0.025 each ("Existing Share") will be consolidated into 1 consolidated share of HK\$0.50 ("Consolidated Share"). Dealings in the Consolidated Shares are expected to commence on 29 September 2021.

For the convenience of CCASS Participants, HKSCC will carry out the conversions of actual holdings, transactions (including Settlement Instruction Transaction ("SI Transaction"), Investor Settlement Instruction Transaction ("ISI Transaction") and Compulsory Stock Borrowing Transaction ("CSB Transaction")) and/or unsettled stock positions (including Continuous Net Settlement Position ("CNS Position") and Isolated Trade Position ("IT Position")) of participants in CCASS to facilitate settlement of both Consolidated Shares and Existing Shares in CHINA ENV TEC. A stock conversion schedule is attached herewith as per Appendix I.

The aforesaid conversion process would be carried out in the Depository and Common Nominees System ("DNS") automatically on the scheduled dates. However, for stock positions that remain unsettled between 18 October 2021 and 15 November 2021, the CCASS Participants concerned who need to effect the relevant conversion of their holdings for the purpose of settling their short positions should submit the Parallel Trading Conversion Instruction through CCASS Terminals during the above-mentioned period.

CCASS Participants who wish to deposit shares to or withdraw shares from the CCASS Depository are requested to note the following: -

(A) Deposit Arrangement

1. From 4 October 2021 until 15 November 2021, Existing Share certificates representing shares of HK\$0.025 each (green in colour) will be accepted for deposit under stock code: 2972 (Temp). Effective from 16 November 2021, Existing Share certificates representing shares of HK\$0.025 each will only be accepted for deposit for custody purpose under stock code: 646 (New).

Effective from 15 October 2021, the CCASS Depository will accept deposit of Consolidated

Share certificates representing shares of HK\$0.50 each (red in colour) under stock code: 646 (New).

2. For deposits of both Existing and Consolidated Share certificates of CHINA ENV TEC under the same stock code, CCASS Participants are requested to use separate Transfer Deeds and Stock Deposit Forms to cover the Existing and Consolidated Share certificates respectively.
3. An example on how to complete the Stock Deposit Form in respect of deposits of Existing Shares is given as per Appendix III.

(B) Withdrawal Arrangement

1. With effect from 4 October 2021 until 18 October 2021, the CCASS Depository will only accept withdrawal of shares under the temporary stock code: 2972. If participants' holdings are recorded under stock code: 646, they should apply in writing to the CCASS Depository to convert their holdings to the temporary stock code: 2972 for the purpose of withdrawal.

Upon acceptance of the withdrawal order, the CCASS Depository will effect delivery of either Existing Share certificates representing shares of HK\$0.025 each or Consolidated Share certificates representing shares of HK\$0.50 each subject to availability of the two types of share certificates.

2. With effect from 19 October 2021, the CCASS Depository will only accept withdrawal of Consolidated Shares under the new stock code: 646. If participants' holdings are recorded under temporary stock code: 2972, they should submit the Parallel Trading Conversion Instruction through CCASS Terminals to convert their holdings to the new stock code: 646 for the purpose of withdrawal.

Detailed schedule for accepting deposits and withdrawals under stock code: 646 or the temporary stock code: 2972 is given as per Appendix II.

Wil Tang
Vice President
Depository and Nominee Services

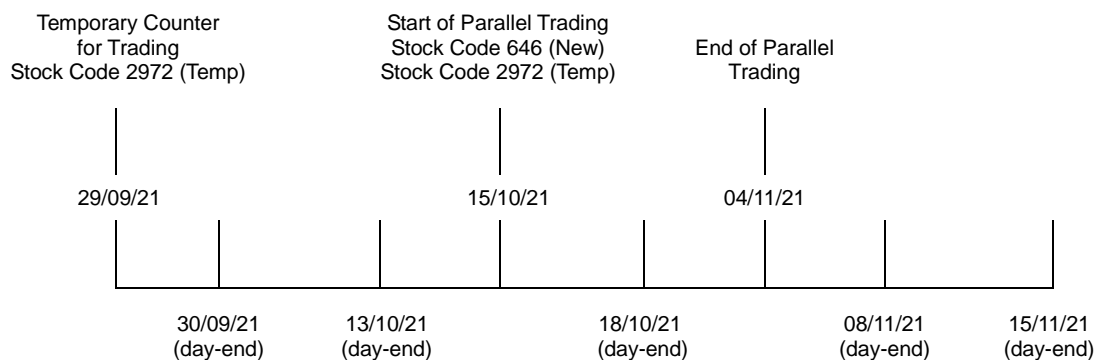
This circular has been issued in the English language with a separate Chinese language translation. If there is any conflict in the circulars between the meaning of Chinese words or terms in the Chinese language version and English words in the English language version, the meaning of the English words shall prevail.

APPENDIX I

CHINA ENVIRONMENTAL TECHNOLOGY HOLDINGS LIMITED

Corporate Events

Schedule of Stock Conversion



| Conversion Cycle | 1 st CA | 2 nd CA | 3 rd CA | 4 th CA | 5 th CA |
|------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| Stock Conversion | 646 (Old) → 2972 | 646 (Old) → 2972 | 2972 → 646 (New) | 2972 → 646 (New) | 2972 → 646 (New) |
| Holding | Yes | Yes | Yes | Yes | Yes |
| Position | No | Yes (CNS and IT) | No | No | No |
| Transaction | Yes (SI, ISI & CSB) | Yes (SI, ISI & CSB) | Yes (SI, ISI & CSB) | Yes (SI, ISI & CSB) | Yes (SI, ISI & CSB) |
| Conversion Ratio | 20 → 1 | 20 → 1 | 1 → 1 | 1 → 1 | 1 → 1 |

- Note:
- 646 (Old) - Existing Shares of HK\$0.025 each trading in board lots of 8,000 shares
 - 2972 (Temp) - Temporary counter for trading in board lots of 400 Consolidated Shares
 - 646 (New) - Consolidated Shares of HK\$0.50 each trading in board lots of 8,000 shares
 - CA - Corporate Action
 - CNS - CNS Position
 - IT - IT Position
 - SI - SI Transaction
 - ISI - ISI Transaction
 - CSB - CSB Transaction

APPENDIX II

CHINA ENVIRONMENTAL TECHNOLOGY HOLDINGS LIMITED

Schedule for accepting deposit and withdrawal under stock codes 646 or 2972 during the conversion cycle

| Acceptance period for | 29/09/21 to 30/09/21 | 04/10/21 to 13/10/21 | 15/10/21 to 18/10/21 | 19/10/21 to 08/11/21 | 09/11/21 to 15/11/21 | From 16/11/21 Onwards |
|----------------------------------|----------------------------------|----------------------|--|--|--|-----------------------|
| Deposit under stock code 646 | Yes (Existing Share quantity) | No | Yes (Consolidated Share certificate representing shares of HK\$0.50 each) | Yes (Consolidated Share certificate representing shares of HK\$0.50 each) | Yes (Consolidated Share certificate representing shares of HK\$0.50 each) | Yes |
| Deposit under stock code 2972 | No | Yes | Yes | Yes | Yes | No |
| Withdrawal under stock code 646 | Yes | No | No | Yes | Yes | Yes |
| Withdrawal under stock code 2972 | No | Yes | Yes | No | No | No |

APPENDIX III

Example on how to complete a Stock Deposit Form in respect of deposits of Existing Shares of HK\$0.025 each of China Environmental Technology Holdings Limited on and after the effective date of share consolidation:

A CCASS Participant presents the following Existing Shares of HK\$0.025 each of China Environmental Technology Holdings Limited to the CCASS Depository for deposit on or after 4 October 2021.

| <u>Certificate Number</u> | <u>Existing Share quantity printed on each certificate</u> | <u>Existing Share quantity (HK\$0.025 each)</u> | <u>Consolidated Share quantity (HK\$0.50 each)</u> |
|---------------------------|--|---|--|
| 1101 - 1102 | 8,000 | 16,000 | 800 |
| 1141 | 80,000 | 80,000 | 4,000 |
| 1142 - 1143 | 99 | 198 | 8 # |
| Difference | | | 1 * |
| | TOTAL: | 96,198 | 4,809 |

Each Existing Share certificate of 99 shares of HK\$0.025 each represents 4 Consolidated Shares of HK\$0.50 each, which adds up to 8 Consolidated Shares of HK\$0.50 each.

* The add up total of the Existing Share quantity of 96,198 shares of HK\$0.025 each divided by 20 amounts to 4,809 Consolidated Shares of HK\$0.50 each. The sum of individual certificate ranges added up to 4,808 Consolidated Shares (800 + 4,000 + 8). The CCASS Participant is requested to insert the difference of 1 share on the "No. of Shares" column to make up the total Consolidated Share quantity from 4,808 to 4,809 for processing by the CCASS Depository.

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SAMPLE

STOCK DEPOSIT FORM

CCASS Depository Services

| Participant ID B99999 | | Name of Participant ABC & CO | | | | Stock Account Number | | | | | | | | | | | | | |
|---|---------------------|--|---------------------------|---------------|---|----------------------------------|---|---------|--------------|--|---|---|---|--|--|--|--|--|--|
| Stock Code #646/2972 | | Stock Name China Environmental Technology Holdings Limited | | | | For Office Use Only | | | | | | | | | | | | | |
| | | | | | | Deposit Order Number H | | | | | | | | | | | | | |
| Certificate Number <small>(Please group only consecutively numbered certificates with the same share denominations.)</small> | | | Number of Shares/Warrants | Date of Issue | | | | Counter | CCASS Posted | | | | | | | | | | |
| Prefix | From | To | | D | D | M | M | | | Y | Y | Y | Y | | | | | | |
| | 1 1 0 1 | 1 1 0 2 | 8 0 0 | | | | | | | | | | | | | | | | |
| | 1 1 4 1 | | 4, 0 0 0 | | | | | | | | | | | | | | | | |
| | 1 1 4 2 | 1 1 4 3 | 8 | | | | | | | | | | | | | | | | |
| | * DIFFERENCE | | 1 | | | | | | | | | | | | | | | | |
| Total ▶ | | | 4, 8 0 9 | | | | | | | | | | | | | | | | |
| Remarks | | | | | | | | | | <p>NOTES:</p> <p>1. Pursuant to the CCASS Rules and Operational Procedures, Hong Kong Securities Clearing Company Limited (HKSCC) reserves the right to reject a deposit and/or reverse deposit entries if the above required information is incomplete or incorrect, or if registration of any or all of the shares are subsequently rejected by the relevant share registrar(s).</p> <p>2. Activities under CCASS are subject to the CCASS Rules and Operational Procedures in effect.</p> | | | | | | | | | |
| <p>The above printed validation represents descriptions of stock as presented by the CCASS participant under this form and shall in no event constitute or be treated as an official Receipt for deposit of said stock.</p> | | | | | | | | | | | | | | | | | | | |

Authorised Signature of CCASS Participant (with Company Chop)

| | |
|--|---------------|
| To be completed if stock deposited in batch <small>(i.e. stock deposited with more than one deposit form)</small> | |
| Total No. of Share in Batch | Deposit Form: |
| | |

#Note: Existing Share certificate representing shares of HK\$0.025 each will only be accepted for deposit for custody purpose under stock code: 646 (New) with effect from 16 November 2021.